

Indiana Counties Income Tax Information

Acceptable Exemption Form: IN WH-4

Acceptable Exemption Data: A-Z, 0 / Number of Dependents

Special Coding: Determine the Total Number of Exemptions field as follows:
First Digit – Enter the alpha (A–Z) to represent the number of additional exemptions claimed. (A=1, B=2, C=3, etc., up to Z=26). Otherwise, enter 0 (zero).
Second and Third Digits – Enter the number of exemptions claimed. (If less than 10, precede with a zero.)

Additional Information: None

Withholding Formula ►(Effective Pay Period 23, 2006)◄

1. Subtract the nontaxable biweekly Thrift Savings Plan contribution from the gross biweekly wages to obtain the adjusted gross biweekly wages.
2. Multiply the adjusted gross biweekly wages times 26 to obtain the annual wages.
3. Determine the exemption allowance by applying the following guideline and subtract this amount from the result of step 2.

$$\text{Exemption Allowance} = \$1,000 \times \text{Number of Exemptions}^1$$

¹ Number of exemptions claimed for self, spouse, over age 65, blindness, and dependents.

4. Determine the additional allowance by applying the following guideline and subtract this amount from the result of step 3 to compute the taxable income.

$$\text{Additional Allowance} = \$1,500 \times \text{Number of Additional Exemptions}^2$$

² Number of additional exemptions claimed for certain qualifying dependents.

5. Apply the taxable income to the following guideline to determine the annual Indiana county income tax withholding.

Compute the County Income Tax Withholding For:	By Multiplying the Gross Annual Wages By:		
	Resident Percentage	Nonresident Percentage	State/County Code
Allen	1.00	0.550	18/003
Clay ³	1.25	0.250	18/021
Grant	1.25	0.500	18/053
Greene ³	1.00	0.250	18/055
Marion	►0.90	0.225◄	18/097
Martin	1.00	0.400	18/101
Miami	►1.29	0.652◄	18/103
Tippecanoe	►1.10	0.650◄	18/157
Vanderburgh	1.00	0.250	18/163

³ Voluntary County Tax Status

6. Divide the annual Indiana county income tax withholding by 26 to obtain the biweekly Indiana county income tax withholding.